VZCZCXRO7895 RR RUEHBC RUEHDA RUEHDE RUEHIHL RUEHKUK DE RUEHAK #6690 3521543 ZNR UUUUU ZZH R 181543Z DEC 06 FM AMEMBASSY ANKARA TO RUEHGB/AMEMBASSY BAGHDAD 0829 RUEHC/SECSTATE WASHDC 0339 INFO RUCNRAQ/IRAQ COLLECTIVE RUEHTH/AMEMBASSY ATHENS 7669 RUEHKB/AMEMBASSY BAKU 1435 RUEHSI/AMEMBASSY TBILISI 3080 RUEHDA/AMCONSUL ADANA 1445 RUEHIT/AMCONSUL ISTANBUL 1818 RUEAIIA/CIA WASHDC RHEBAAA/DEPT OF ENERGY WASHINGTON DC RUCPDOC/DEPT OF COMMERCE WASHDC

UNCLAS ANKARA 006690

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USDOC FOR 4212/ITA/MAC/CPD/CRUSNAK DOE FOR CHARLES WASHINGTON EUR ALSO FOR MATT BRYZA S/P FOR STEVE HELLMAN

E.O. 12958: N/A

TAGS: ENRG EPET PREL TU IZ

SUBJECT: IRAQ GAS WORKING GROUP IN ANKARA JANUARY 11

REF: A. ANKARA 6492

- ¶B. ANKARA 6396
- **1**C. ANKARA 5896
- 1D. YOUNG-BOYNTON-AMITRANO-TREIBER-CATIPON E-MAILS
- <u>¶</u>1. This is an action cable. See paragraph 2.
- Summary: We have reconfirmed the date of January 11 for launching the Iraq gas working group in Ankara. Please forward as soon as possible the list of USG participants from Washington and Baghdad. We would appreciate Embassy Baghdad's assistance in identifying appropriate Government of Iraq participants. The main objective of the working group will be start dialogue on geology, politics, planning, and legislation on Iraqi gas development, including potential for export via Turkey. The meetings will be chaired by Energy Undersecretary Sami Demirbilek, but we expect Minister Guler would make a statement. End Summary.
- $\underline{\P}3$. Background: The idea of this working group came from a long-standing request from Energy Minister Guler to USG officials to consider Iraq potential as a supplementary source of gas, along with Caspian sources, for transit to Europe or other markets. Ambassador and DAS Bryza agreed to recommend launching a trilateral Iraqi gas working group to start long time frame discussions, cognizant that hydrocarbon legislation was in play. The GOT is eager to build on work done by some Turkish companies in northern Iraq in pre-sanctions time and also is interested in egress of potential gas via Turkey either for transit to Europe or possible processing at Ceyhan.

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¶4. Draft Agenda:
¶A. Resources
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- -Iraq experts
- -USG experts
- -Earlier work by Turkish companies TPAO and BOTAS
- ¶B. Development Plans
- -Iraqi national policy and outlook for hydrocarbon law -Development of new gas fields
- -Capture of flared gas
- -Domestic consumption versus export
- -USG role
- ¶C. Export potential Egress via Turkey

-Turkish plans for regional pipelines and transit -Turkish domestic grid and potential connection -Development of Ceyhan for processing ¶D. Next Steps

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